

MINUTES

**CITY OF IMPERIAL BEACH
CITY COUNCIL
PLANNING COMMISSION
PUBLIC FINANCING AUTHORITY
HOUSING AUTHORITY
IMPERIAL BEACH REDEVELOPMENT AGENCY SUCCESSOR AGENCY**

APRIL 19, 2017

**Council Chambers
825 Imperial Beach Boulevard
Imperial Beach, CA 91932**

REGULAR & CLOSED SESSION MEETINGS – 6:00 P.M.

REGULAR MEETING CALL TO ORDER

Mayor Dedina called the Regular Meeting to order at 6:00 p.m.

ROLL CALL

Councilmembers present:	West, Patton, Spriggs
Councilmembers absent:	None
Mayor Pro Tem present:	Bragg
Mayor present:	Dedina
Staff present:	City Manager Hall, City Attorney Lyon, City Clerk Kelly, Assistant City Manager Dush, Public Works Director Levien, Fire Chief French, Administrative Services Director Bradley, Management Analyst Veal

PLEDGE OF ALLEGIANCE

The Pledge of Allegiance was led by Alejandra Torres from Oneonta Elementary School.

AGENDA CHANGES

City Manager Hall announced a Special Meeting is also being held tonight because approval by City Council is needed in order to apply for a grant and the application deadline is before the next City Council meeting.

**MAYOR/COUNCIL REIMBURSEMENT DISCLOSURE/COMMUNITY
ANNOUNCEMENTS/REPORTS ON ASSIGNMENTS AND COMMITTEES**

Councilmember Spriggs commented on the well-attended I.B. Library Grand Opening. He reported on his attendance at the Metro Wastewater JPA/Metro Commission meeting where concerns were expressed regarding the permit the City of San Diego is seeking to enable the Point Loma Sewage Treatment Plant to continue without having to incur \$2 to \$3 billion in costs to upgrade to secondary treatment. With regard to the Pure Water Program, he expressed concern about potential costs to taxpayers with the City of San Diego moving forward with a 30 MGD capacity rather than the 15 MGD capacity that was previously approved by this City Council. He also reported on his attendance at the Independent Rate Oversight Committee meeting where there was a presentation on how the drought and response to the drought are affecting water and sewer systems in the area and how it could result in higher water and sewer rates.

Councilmember Patton reported on his attendance at the South Bay Union School District Science Expo and commented on how impressed he was with the staff and students. He stated he is adding the new I.B. Library on his list of Seven Wonders of Imperial Beach.

Councilmember West reported on going on a tour of the I.B. Library, announced the cancellation of the Women, Wine and Wheels Event, that the County of San Diego is spraying for vectors in the Tijuana River Valley, and he announced various events happening in the area this weekend.

Mayor Pro Tem Bragg reported on her attendance at the I.B. Library Grand Opening and she announced that the I.B. Farmers Market is having a Bay Cleanup Event this weekend.

Mayor Dedina reported on how the community has embraced the new library and other public

facilities in Imperial Beach. He spoke about his efforts on addressing water quality and border issues including a meeting he had with Julie Chavez Rodrigues, State Director for Senator Harris. He recognized City Staff, City Council, and several Federal officials for their efforts in addressing the sewage issue. He reported that at the SANDAG Board meeting he abstained on the vote regarding a bill sponsored by Assemblywoman Gonzales that would reform SANDAG. He commented that regardless of the outcome of the bill, there needs to be a change so that cities like Imperial Beach aren't competing with the wealthier cities for grant money.

With regard to the bill sponsored by Assemblywoman Gonzales, Mayor Pro Tem Bragg stated at the MTS Board meeting she opposed the bill although it passed as amended.

Mayor Dedina spoke about how SANDAG needs to change the way they treat people. People should be treated with respect and feel welcomed. He requested future City Council consideration of AB 805.

Councilmember Spriggs echoed similar observations he had at SANDAG.

COMMUNICATIONS FROM CITY STAFF

City Manager Hall announced an Open Air Open House will be held on May 11, 2017 from 5:00 p.m. to 7:00 p.m.

PUBLIC COMMENT

City Clerk Kelly announced no speaker slips were submitted.

PRESENTATIONS (1.1)

1.1 RECOGNITION OF LT. HERBERT TAFT, JR., SAN DIEGO COUNTY SHERIFF'S DEPARTMENT. (0410-30)

Mayor Dedina, along with City Council, presented Herbert Taft, who was recently promoted to Captain, with a Community Award in recognition of his service to the City of Imperial Beach.

CONSENT CALENDAR (2.1-2.7)

MOTION BY PATTON, SECOND BY SPRIGGS, TO APPROVE CONSENT CALENDAR ITEM NOS. 2.1 THROUGH 2.7. MOTION CARRIED UNANIMOUSLY.

2.1 MINUTES.

City Council approved the Regular Meeting Minutes of March 15, 2017.

2.2 RATIFICATION OF WARRANT REGISTER. (0300-25)

City Council ratified the warrant register.

2.3 RECEIVE FEBRUARY 2017 TREASURER'S REPORT. (0300-90)

City Council received the monthly Treasurer's report.

2.4 RESOLUTION NO. 2017-7793: ACCEPTANCE OF COASTAL COMMISSION LOCAL COASTAL PROGRAM (LCP) GRANT AND AUTHORIZATION OF REQUISITE BUDGET ADJUSTMENTS. MF1234. (0620-40)

City Council adopted Resolution No. 2017-7793.

2.5 SECOND READING AND ADOPTION OF ORDINANCE NO. 2017-1163, RENEWING THE PUBLIC, EDUCATIONAL AND GOVERNMENTAL (PEG) FEE IN SECTION 13.10.020(B) OF THE IMPERIAL BEACH MUNICIPAL CODE. (0800-10)

City Council conducted the second reading and adopted Ordinance No. 2017-1163 renewing the PEG Fee in Section 13.10.020(B) of the Imperial Beach Municipal Code ("IBMC") by title only.

2.6 RESOLUTION 2017-7795 AWARDED THE PROPOSAL FOR RELOCATION AND PROPERTY MANAGEMENT SERVICES FOR 495 PALM AVENUE (APN 625-241-02-00) TO OVERLAND PACIFIC & CUTLER, INC. (0840-10)

City Council adopted Resolution No. 2017-7795.

2.7 RESOLUTION NO. 2017-7796 OF THE CITY COUNCIL OF THE CITY OF IMPERIAL

BEACH, CALIFORNIA, ADOPTING OR AFFIRMING REFERENCE DOCUMENTS AS THE CONSTRUCTION STANDARD OF THE CITY OF IMPERIAL BEACH WHEN PERFORMING PUBLIC WORKS PROJECTS; TO WIT: STANDARD SPECIFICATIONS FOR PUBLIC WORKS CONSTRUCTION (GREEN BOOK), 2015 EDITION; STANDARD PLANS FOR PUBLIC WORKS CONSTRUCTION 2012 EDITION; AND 2015 SAN DIEGO REGIONAL STANDARD DRAWINGS. (0720-95)

City Council adopted Resolution No. 2017-7796 approving or affirming the:

- Standard Specifications for Public Works Construction (Green Book) – 2015 Edition
- Standard Plans for Public Works Construction – 2012 Edition; and
- San Diego Regional Standard Drawings – 2015 Edition as the Public Works Construction Standards for public works construction.

ORDINANCES/INTRODUCTION & FIRST READING (3)

None.

PUBLIC HEARINGS (4)

None.

REPORTS (5.1-5.3)

5.1 BI-ANNUAL INVESTMENT REPORT PRESENTED BY CHANDLER ASSET MANAGEMENT. (0350-90)

Mia Corral Brown, Senior Vice President with Chandler Asset Management, introduced the item.

Genny Lynkiewicz, Portfolio Manager with Chandler Asset Management, gave a PowerPoint presentation on the City's portfolio. In response to Councilmember Spriggs concern about earning less than the inflation rate and reassessing the formula for safety, liquidity and yield, she stated some cities have a 1 to 5 year strategy, cities are limited to 30% corporate, and State Statutes limit what cities can do in regards to risk. In response to questions of Councilmember Patton, she stated that the bond market is starting to rise and the portfolio is set up by design to deal with times of strife.

Mayor Dedina expressed concern about investing in coal and oil companies that are contributing to climate change.

Councilmember West agreed with Mayor Dedina's comments but expressed concern that other companies may also have issues.

Ms. Lynkiewicz stated some agencies choose to exclude certain types of industries.

Councilmember Spriggs supported the idea and commented that Imperial Beach is a community that is environmentally conscious. He supported finding substitute investments that are triple A rated to be consistent with what we stand for.

Councilmember Patton suggested that Chandler return in the future with other options.

With regard to social responsible investing, Ms. Brown stated Chandler Asset Management representatives can review some of the company names with Finance Director Bradley, do a cost analysis and wait until those names mature off and not repurchase them.

Finance Director Bradley stated he will return to City Council with an extension of services with Chandler Asset Management for one additional year, coupled with this discussion.

Councilmember Spriggs suggested that in addition to looking at the nature of investments with regard to social and environmental responsibility, that Chandler Asset Management also look at options including inflationary risk.

MOTION BY BRAGG, SECOND BY WEST, TO ACCEPT THE BI-ANNUAL INVESTMENT

REPORT FROM CHANDLER ASSET MANAGEMENT AND TO HAVE CHANDLER ASSET MANAGEMENT REVIEW THE CITY'S PORTFOLIO WITH REGARD TO SOCIAL RESPONSIBLE INVESTING AND INFLATIONARY RISK. MOTION CARRIED UNANIMOUSLY.

5.2 FISCAL YEAR 2018 & FISCAL YEAR 2019 BUDGET WORKSHOP. (0330-30)

Administrative Services Directory Bradley showed the City's Budget by incorporating Google Earth and Excel and he gave a PowerPoint presentation summarizing the City's overall budget. He noted that Imperial Beach's growth in property value is the highest in San Diego County at 8% with the Vehicle License Tax growing at the same rate. With regard to expenditures, he noted the Sheriff's contract constitutes the City's single largest expenditure and is increasing at a rate of 6%. He also expressed concern about potential costs to the City as a result of CalPERS reducing return on investments.

Councilmember Spriggs expressed concern about the rate of return projected by CalPERS and he stressed that the Sheriff's costs are not sustainable at an increase rate of 6%.

City Manager Hall stated staff is reviewing the Sheriff's contract to see how it can be restructured in a way that won't affect public safety in the community but might reduce costs.

Councilmember Spriggs suggested holding a workshop or an in-depth discussion at a Council meeting.

Councilmember West noted that if AB1129 (Seawalls) gets approved, it could affect a lot of our TOT if they are mandated off and that will directly affect the revenue fund.

Councilmember Spriggs stated he has worked on AB1129 through the League of California Cities, noting there is a clash between the environmental community and the cities that have coastal resources armored with seawalls and it could be costly. He also spoke about taking good care of employees while also looking at the longer term for the whole community. If we end up with unfunded liabilities, we would have to cutback and current staff could be in jeopardy of layoffs.

Councilmember West suggested having an IB Vision Statement 2020 so the City knows what to expect in the future.

Councilmember Spriggs agreed with Councilmember West and noted that it goes along with the General Plan Amendment and LCP Amendment which will address the City's economy, eco-tourism, tourism, and policies.

Mayor Pro Tem Bragg spoke about the need for a Budget Development Committee.

Mayor Dedina suggested having a Budget Development and Pension Evaluation Committee. He noted that although revenues are going up, so are expenses.

5.3 RESOLUTION NO. 2017-7794 AUTHORIZING THE CITY MANAGER TO ENTER INTO AN AGREEMENT WITH THE STATE WATER RESOURCES CONTROL BOARD, SIGN THE AGREEMENT AND ANY AMENDMENTS THERETO, AND DESIGNATE THE PUBLIC WORKS DIRECTOR TO REPRESENT THE CITY TO CARRY OUT THE PLANNING, DESIGN, CONSTRUCTION, AND GRANT ADMINISTRATION OF THE LOW IMPACT DEVELOPMENT URBAN RUNOFF CONTROL PROJECTS FOR THE TIJUANA ESTUARY. (0150-40 & 0390-86)

Assistant Public Works Director Helmer reported on the item.

In response to Councilmember Spriggs, City Manager Hall stated a budget amendment is not needed, only a commitment that the City will meet the 10% match requirement which will be through salaries or other contributions. He also stated staff met with SANDAG for additional funding for road work as the drainage work is being done.

Mayor Pro Tem Bragg reminded everyone of the hard work former Councilmembers Winter and McCoy put into the Tijuana River Bacteria Source Identification Study.

Mayor Dedina complimented staff for mixing dual purposes for projects and complimented Mr. Helmer for his leading efforts in cleaning up the Tijuana River Valley.

MOTION BY SPRIGGS, SECOND BY WEST, TO ADOPT RESOLUTION NO. 2017-7794 AUTHORIZING THE CITY MANAGER TO ENTER INTO AN AGREEMENT WITH THE STATE WATER RESOURCES CONTROL BOARD, SIGN THE AGREEMENT AND ANY AMENDMENTS THERETO, AND DESIGNATE THE PUBLIC WORKS DIRECTOR TO REPRESENT THE CITY TO CARRY OUT THE PLANNING, DESIGN, CONSTRUCTION, AND GRANT ADMINISTRATION OF THE LOW IMPACT DEVELOPMENT URBAN RUNOFF CONTROL PROJECTS FOR THE TIJUANA ESTUARY. MOTION CARRIED UNANIMOUSLY.

I.B. REDEVELOPMENT AGENCY SUCCESSOR AGENCY REPORTS (6)

None.

ITEMS PULLED FROM THE CONSENT CALENDAR (IF ANY)

None.

ADJOURN REGULAR MEETING

Mayor Dedina adjourned the Regular Meeting at 7:54 p.m.

CLOSED SESSION MEETING CALL TO ORDER

Mayor Dedina called the Closed Session meeting to order at 7:55 p.m.

ROLL CALL BY CITY CLERK

Councilmembers present: West, Patton, Spriggs
Councilmembers absent: None
Mayor Pro Tem present: Bragg
Mayor present: Dedina
Staff present: City Manager Hall, City Attorney Lyon, City Clerk Kelly

1. CONFERENCE WITH LEGAL COUNSEL- ANTICIPATED LITIGATION

Initiation of litigation pursuant to Govt. Code section 54956.9(d)(4) (3 cases)

Mayor Dedina adjourned the meeting to Closed Session at 7:55 p.m. and he reconvened the meeting to Open Session at 8:50 p.m.

Reporting out of Closed Session, City Attorney Lyon announced City Council met in Closed Session and discussed three cases of Anticipated Litigation. On two cases, City Council gave direction and no reportable action was taken. On one case, the City Council voted unanimously to initiate legal action and once the action is formally commenced, the particulars of the matter can be discussed upon inquiry unless it would affect service of process or settlement.

ADJOURN CLOSED SESSION

Mayor Dedina adjourned the Closed Session meeting at 8:50 p.m.

_____/s/
Serge Dedina,
Mayor

_____/s/
Jacqueline M. Kelly, MMC
City Clerk